

FISCAL NOTE

SB 3111 - HB 2995

February 18, 1998

SUMMARY OF BILL: Provides that in any county that contracts for assistance in personal property identification and valuation, any municipality within the county that levies a municipal property tax shall share in the cost of such contract.

ESTIMATED FISCAL IMPACT:

Decrease Local Govt. Expenditures - Exceeds \$100,000

Increase Local Govt. Expenditures* - Exceeds \$100,000

There is no net fiscal impact to local governments since the effect of the bill is to shift expenditures from one local government entity to another; however, the practical impact of the bill is to increase county revenues by an amount equal to the municipal share in the contract and to increase the city expenditures by a corresponding amount. It is not possible to identify the magnitude of such expenses, but it is estimated to exceed \$100,000 statewide since it is known that many counties currently contract for assessment services.

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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